



DEPARTMENT OF THE ARMY
HEADQUARTERS UNITED STATES ARMY FORCES COMMAND
1777 HARDEE AVENUE SW
FORT MCPHERSON GEORGIA 30330-1062

REPLY TO
ATTENTION OF

AFLG-PR

26 January 2001

MEMORANDUM FOR ALL FORSCOM DOCS

SUBJECT: Contracting Information Letter (CIL) 01-09, Privatization of Utility Systems

On 9 January 2001, Mr. Elgart signed the enclosed memorandum highlighting the availability of a template for solicitations for privatization of utility distribution systems. The Defense Energy Support Center (DESC) solicitation template is current and detailed and is based on industry inputs to DESC and on DESC's experience with numerous privatization actions. This template is an improvement over previous ones that were posted to Army privatization home pages. The correct, most direct URL address for the solicitation template is <http://www.desc.dla.mil/main/a/priv/draft.htm>. Please make appropriate distribution to individuals and activities involved in the planning and execution of utility privatization. The template is available in a Word document and will be forwarded for installation use in tailoring utility privatization acquisitions. For additional information, please contact Ms. Laura Eichhorn at DSN 367-7234.

A handwritten signature in black ink, appearing to read "Toni M. Gaines", is positioned above the typed name.

Encl
as

TONI M. GAINES
Acting Chief, Contracting Division, DCSLOG
Acting Principal Assistant Responsible
for Contracting



REPLY TO
ATTENTION OF

DEPARTMENT OF THE ARMY
OFFICE OF THE ASSISTANT SECRETARY OF THE ARMY
ACQUISITION LOGISTICS AND TECHNOLOGY
103 ARMY PENTAGON
WASHINGTON DC 20310-0103

09 JAN 2001

SAAL-PS

MEMORANDUM FOR SEE DISTRIBUTION

SUBJECT: Privatization of Utility Systems

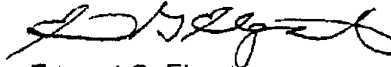
Under 10 USC 2688, Congress gave the authority to the Military Services to privatize all of their utility distribution systems (or justify exemptions from privatization). The Office of the Secretary of Defense issued Defense Reform Initiative Directive (DRID) # 49 (December 23, 1998), which mandates that all privatization solicitations are to be issued by September 30, 2001 with completion of privatization actions by September 30, 2003.

In an effort to facilitate issuance of solicitations for privatization of Army utility systems, the Office of the Assistant Chief of Staff for Installation Management (OACSIM) has worked intensively with the Defense Energy Support Center (DESC) to craft a "template" or sample solicitation document. By developing the "template", the intent was to utilize a fairly consistent document so that both the Government and industry would be aware of, and comfortable with, the approach being taken by DESC and the Army. Some level of consistency of approach by the Army will help ensure efficient and timely development of solicitations and clear, concise contractor proposals which address the requirements of the installation.

Use of the "template" can save time by serving as a starting point for solicitation preparation. We caution, however, that the "template" should not be viewed as a "prototype solicitation" that must be used as is. Army contracting offices using the "template" must ensure that their solicitations are tailored for the specific requirements of their installations and contain all the required/appropriate clauses and solicitation terms and conditions.

The "template" can be found through the ACSIM Utility Privatization website at <http://www.hqda.army.mil/asacimweb/fd/policy/utilitiespri.htm> (The link to the DESC template can be found on both the Current and Links pages.)

Questions regarding the "template" should be addressed to the Utility Privatization and Energy Team, OACSIM, ATTN: Carey Klug, DSN 328-6175, COM 703 428-6175; email: Carey.Klug@hqda.army.mil or Rachel Lilley, SAAL-PS, DSN 761-7565, COM 703-681-7565, email: rachel.lilley@sarda.army.mil).



Edward G. Elgart
Acting Deputy Assistant Secretary of the Army
(Procurement)

DISTRIBUTION:

PRINCIPAL ASSISTANTS RESPONSIBLE FOR CONTRACTING

Headquarters, U.S. Army Materiel Command, ATTN: AMCRDA-AC (PARC), 5001 Eisenhower Avenue, Alexandria, VA 22333-0001

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U.S. Army Robert Morris Acquisition Center, ATTN: AMSSB-AC, 4118 Susquehanna Avenue, Aberdeen Proving Ground, MD 21005-5002

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Defense Supply Service - Washington, 5200 Army Pentagon, Room 1E230, Washington, DC 20310-5200

Headquarters, Forces Command, ATTN: AFLG-PR, 1777 Hardee Avenue SW, Fort McPherson, GA 30330-1062

Third United States Army/U.S. Army Forces Central Command, 1301 Anderson Way SW, Fort McPherson, GA 30330-1064

U.S. Army Medical Command, ATTN: MCAA, Building 2792, Suite 32, 2050 Worth Road, Fort Sam Houston, TX 78234-5069

U.S. Army Intelligence & Security Command, ATTN: IAPC, 8825 Beulah Street, Fort Belvoir, VA 22060-5246

U.S. Army Medical Research and Materiel Command, ATTN: MCMR-AAZ-A, 820 Chandler Street, Fort Detrick, MD 21702-5014